M

FOR MYSORE STATE

Dev (1953) Department

MS SERIES.

G.O. NO. 2316

Dated 16-5-53

[Despatch Abstract.]

Textiles - mill cloth + yarn - Reduct of licence fees - Proposals of the Director of Controlled commodities - Orders.

G order.

GOVERNMENT OF MADRAS
Abstract

Textiles- Mill Cloth and Yarn- Reduction of licence fees Proposals of the Director of Controlled Commodities- Orders passed.

DEVELOPMENT DEPARTMENT.

G.O.Ms.No. 2316. Dated the 16th May, 1953.
Read the following:-

G.O.Ms.No. 1458 Development, dated 4-4-1952.
From the Madurai Jumnadi Javuli Vyaparigal Sangam, Madurai, dated 2-2-53.
From the Director of Controlled Commodities, D.Dis. No.11584/53, dated 28-2-1953.
From the Director of Controlled Commodities, D.Dis. No.C.4.21550/53, dated 10-4-53.

ORDER:

In G.O.Ms.No. 1458 Development, dated 4-4-52, the Government fixed a fee of Rs. 25 a year for a licence to deal in mill cloth as a retail or wholesale dealer or a wholesale and retail dealer exclusively in processed cloth or as Representative Buyer cum wholesale consignee or as a wholesale consignee, and a fee of Rs.100/- for a licence to deal in yarn. The Madurai Jumnadi Javuli Vyaparigal Sangam, Madurai have represented to Government that the present fee of Rs. 25/- for dealing in processed cloth is too much for them and have requested that the fee may be reduced to Rs.12.8.0. They have also requested that the deposit amount of Rs. 200/- collected from the dealers in processed cloth may be refunded to them. The Director of Controlled Commodities, has pointed out that though the loss of revenue of Rs. 7500/- on account of the reduction of the licence fee for processors may not be significant, yet it may set up an inconvenient precedent and that the other general mill cloth dealers would follow suit. He has pointed out that the reduction of security deposit by 50% recommended by him separately would give more than the relief needed and that there are not sufficient grounds for reducing the licence fee for processors. Based on the settled principle that a licence fee should not be levied for the purpose of making a profit or adding to the general revenue but should confine to the purpose of reimbursing the cost of issuing the licence and of supervising the trade or carrying out any measures rendered necessary by the character of the trade, the Director of Controlled Commodities has submitted that there is no special reason to levy a higher rate of licence fee for yarn licences as no extra cost is involved in issuing such licences. He has therefore proposed that the fee for yarn licence may be reduced from Rs.100/- to Rs.25 per annum, and that the existing rates of mill cloth licence may be allowed to continue. Since it accords with the law that licence fees are not a source of revenue and since the income of the licensees has fallen, the Government accept the proposal of the Director of Controlled Commodities and direct that the licence fee for yarn be reduced from Rs.100 to Rs.25 per annum and that the existing rates of fee for mill cloth licences be continued. The reduction in the licence fee for yarn will be in force for a period of one year in the first instance.

P.T.O.

2. The Director of Controlled Commodities is requested to submit a report to Government after one year in order to enable the Government to consider whether any higher rate of fee for yarn licences is called for.

3. Necessary amendments to the Madras Yarn (Dealers) Control Order 1948, will be issued separately.

4. The Director of Controlled Commodities is requested to send a suitable reply to the petitioners.

(By Order of the Governor)

S. Aruldoss,
Deputy Secretary to Government.

To the Director of Controlled Commodities, Madras.
To All Collectors.
To the Accountant General through Finance Department.
To the Registrar of Co-operative Societies, Madras.
Copy to 'M.II' Section, Development Department.
Copy to Andhra Government.
Copy to Mysore Government.

Forwarded/By Order

JS/18.5/

Superintendent.